

Fiscal Estimate - 2009 Session

☒ Original
 ☐ Updated
 ☐ Corrected
 ☐ Supplemental

LRB Number 09-1495/1	Introduction Number AB-0167
Description The inapplicability of the prevailing wage law to projects in which the construction is contracted for by a private owner or developer and the completed project is acquired by a local governmental unit or state agency	
Fiscal Effect State: <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations </div> <div style="width: 33%;"> <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues </div> <div style="width: 33%;"> <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Decrease Costs </div> </div> Local: <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input checked="" type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> <div style="width: 33%;"> 5. Types of Local Government Units Affected <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Counties <input checked="" type="checkbox"/> School Districts </div> <div style="width: 33%;"> <input checked="" type="checkbox"/> Village <input type="checkbox"/> Others <input checked="" type="checkbox"/> WTCS Districts </div> <div style="width: 33%;"> <input checked="" type="checkbox"/> Cities </div> </div> </div> </div>	
Fund Sources Affected Affected Ch. 20 Appropriations <input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.445(1)(a)	
Agency/Prepared By	Authorized Signature
DWD/ Robert Anderson (608) 266-3345	Jessica Erickson (608) 266-2284
Date	
3/31/2009	

Fiscal Estimate Narratives

DWD 3/31/2009

LRB Number	09-1495/1	Introduction Number	AB-0167	Estimate Type	Original
Description The inapplicability of the prevailing wage law to projects in which the construction is contracted for by a private owner or developer and the completed project is acquired by a local governmental unit or state agency					

Assumptions Used in Arriving at Fiscal Estimate

State Impact:

About 10-12 of the public works projects undertaken each year would be exempted from coverage of state prevailing wage laws each year. The department currently issues about 1,500 project determinations each year for covered projects. It takes about 15 minutes of a Program Assistant III's time to process a determination. The overall cost savings from issuing 12 fewer determinations per year would be minimal.

The department doesn't believe the reduction in covered projects from about 1,500 per year to 1,488 projects would have any impact upon the number of complaints the department annually receives concerning potential violations of the prevailing wage laws.

The department will incur one-time costs of about \$2,000 to revise its publications to reflect the changes in this bill.

Local Impact:

In those instances where the set prevailing wage rates reflect local county pay rates there will be no change in project costs on projects not covered due to this legislation. In those instances where there is a difference in the prevailing wages set by the department and the rates paid in a municipality there may be a slight savings on the projects not covered due to this legislation. It is not possible to predict the extent of those savings.

Long-Range Fiscal Implications

None.

Fiscal Estimate Worksheet - 2009 Session

Detailed Estimate of Annual Fiscal Effect

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Description The inapplicability of the prevailing wage law to projects in which the construction is contracted for by a private owner or developer and the completed project is acquired by a local governmental unit or state agency		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): The department will incur one-time costs of \$2,000 to revise and reprint publications on prevailing wage to reflect the changes made in this bill.		
II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
<input type="checkbox"/> State Operations - Salaries and Fringes	\$0	\$
<input type="checkbox"/> (FTE Position Changes)	(0.0 FTE)	
<input type="checkbox"/> State Operations - Other Costs		
<input type="checkbox"/> Local Assistance		
<input type="checkbox"/> Aids to Individuals or Organizations		
<input type="checkbox"/> TOTAL State Costs by Category	\$0	\$
B. State Costs by Source of Funds		
<input type="checkbox"/> GPR	0	
<input type="checkbox"/> FED		
<input type="checkbox"/> PRO/PRS		
<input type="checkbox"/> SEG/SEG-S		
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)		
	Increased Rev	Decreased Rev
<input type="checkbox"/> GPR Taxes	\$	\$
<input type="checkbox"/> GPR Earned		
<input type="checkbox"/> FED		
<input type="checkbox"/> PRO/PRS		
<input type="checkbox"/> SEG/SEG-S		
<input type="checkbox"/> TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT		
	State	Local
NET CHANGE IN COSTS	\$0	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By	Authorized Signature	Date
DWD/ Robert Anderson (608) 266-3345	Jessica Erickson (608) 266-2284	3/31/2009